CLASSIFICATION

SECRET

CENTRAL INTELLIGENCE AGENCY INFORMATION FROM

TOPEIGN DOCUMENTS OR RADIO BROADCASTS

COUNTRY

USSR

DATE OF

REPORT

SUBJECT

Economic - Production organization

INFORMATION 1949

MOW

PUBLISHED

Daily newspaper

DATE DIST. 23 Jan 1950

WHERE

PUBLISHED

PUBLISHED

3 Sep 1949

SUPPLEMENT

LANGUAGE

Russian

SOURCE

Moskovskiy Bol'sbevik, No 208, 1949.

BLASTS POOR ORGANIZATION OF PRODUCTION

There must be a radical improvement in the organization of production so that capacity is fully utilized. Some plants are operating at one half or one third of capacity. In a recent inspection of the "Krasnyy Proletariy" Machine Tool Plant 115 machines were found to be idle for various reasons, chiefly organizational. In the Moscov motorcycle plant dozons of machines in machine shops we idle the first half of every month because of a lack of billets and forgings.

A large part of the capacity at the disposal of factories is not used only because the ministries, main administrations, and directors do not concern themselves sufficiently with the organisation of production and fail to coordinate the work of individual enterprises and of different parts of the same enterprise.

One of the most serious organizational problems of industry still to be solved is the problem of industrial collaboration. Even now Moscov plants are ordering forgings from plants in the Urals and in the city of Gor'kiy and are obtaining ball bearings in Kuybyshev. At the same time plants in Moscow and Moscow Oblast fully capable of filling these orders are working at less than capacity. Similarly the Main Administration for Distributing Electric Power of the Ministry of Electrical Industry USSR is supplying the ATE-1 Plant in Moscow . with cable from the enterprises of Tomsk, Khar'kov, and Kuybyshav.

The Ministry of Heavy Machine Building compels the Moscow "Krasnyy Metallist" Plant to bring iron cactings from Kaluga and Ry asan oblasts and forgings from Uralmanh, when these items could parfectly well be made by Moscov enterprises.

Contrary to the instructions of the Party and the government, the ministries are still organizing the cooperation of enterprises according to the agency they come under rather than according to geographical proximity. This harms industry by lengthening the period of deliveries, making them more expensive, and forcing enterprises to keep capital tied up in stocks.

		(ZLA	SSIFICATIO	N	SECRET	
STATE	X	MAVY	X	NSR8		DISTRIBUTION	
ARMY	X	AIR	X	FBI			

Sanitized Copy Approved for Release 2011/10/12: CIA-RDP80-00809A000600280438-5

50X1-HUM

CCEET

SECRET

Internal planning of production within plants is also far from satisfactory. There are many plants (Machine-Tool Plant ineni Ordzhonikidze, the woodworking-machine plants "Krasnyy fakel" and imeni Malenkov, the Bolshevskiy Machine-Building Plant, the Grinding Machine Plant, and others) in which the sheps do not work according to plan, violate the schedule for producing parts, and then make an all-out effort at the end of the month.

In the Moscow Motorcycle Plant, for example, the main shops are 15-20 percent behind schedule the first half of each month, and them have a special drive the last 10 days, when they work without a day off. The same thing takes place in almost all the machine-tool plants and enterprises of the Ministry of Heavy Machine Building.

The most common reason for nonadherence to the production schedule is the failure to coordinate the production and supply plans of enterprises. The exply sections usually work without a schedule and are not concerned with the dates the materials needed by the shops are delivered but rather with getting as much materials as possible to the warehouses by the end of the month. Hence, many plants have not been able to accelerate the turnover of working capital. For example, in the first 6 months of this year, only seven Koscow plants of the Ministry of Machine and Instrument Building accelerated the turnover of working capital, while 18 decelerated it.

Not only must the operations of each section of an enterprise be planned, but serious attention must also be given to organizing day-to-day regulation of the course of production as a whole. There are still numberous factories where the expeditor's office is either nonexistent or functions only formally.

In order that an enterprise may work at an even pace, each shop expediter and chief expediter must have exact day-to-day figures on the progress of production, supply, and warehouse stocks. Exact accounting of all elements which influence production must be taken.

- E N D -

- 2 -

SPCRET

SECRET